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CLERK U.S. BANKRUPTCY COURT
Central District of California
BY penning DEPUTY CLERK

UNITED STATES BANKRUPTCY COURT CENTRAL DISTRICT OF CALIFORNIA LOS ANGELES DIVISION

CHAPTER 7

Case No.: 2:15-bk-20351-BB Adv No: 2:15-ap-01535-BB

ORDER DENYING DEFENDANT'S MOTION FOR STAY PENDING APPEAL OF CONTEMPT ORDER AND MOTION FOR LEAVE TO APPEAL

Date: April 2, 2019 Time: 10:00 AM Courtroom: 1539

Debtor(s).

Plaintiff(s),

i idiiitiii(3)

CLARK WARREN BAKER,

JAMES MURTAGH, M.D.,

٧.

CLARK WARREN BAKER,

Defendant(s).

The Court, having reviewed and considered debtor and defendant Clark Warren Baker's April 26, 2019 "Motion for (1) Stay Pending Appeal of Contempt Order and of Order Directing Turnover of All Computer Data; (2) for [sic] Leave to Appeal Order

Directing Turnover" [docket no. 468] (the "Motion"), hereby makes the following findings of fact and conclusions of law:

- 1. This Court's April 24, 2019 "Order Holding Defendant Clark Warren Baker in Civil Contempt and Directing that He Be Incarcerated Until He Performs Certain Acts, etc." [docket no. 466] (the "Civil Contempt Order") is not punitive in nature and is well within the scope of this Court's jurisdiction to issue civil contempt orders, as it is narrowly framed to obtain information from the debtor/defendant ("Baker") that this Court requires to resolve issues that remain in dispute in this matter.
- 2. More specifically, the plaintiff has sought by way of this action not only monetary relief but also injunctive relief an injunction requiring Baker to remove defamatory material about plaintiff that he has posted on the internet and prohibiting him from posting such information in the future. Although this Court has made a series of factual findings as "issue sanctions" based upon Baker's failure to comply with orders of this Court that may be adequate to support an award of monetary relief, absent additional information of the kind sought by the plaintiff, it would be difficult for this Court to formulate a mandatory injunction that would be sufficiently specific to be enforceable.
- 3. Baker's continued failure and refusal to comply with this Court's orders concerning the turnover of electronic information have left this Court with no other option but to use its contempt powers in an effort to obtain the required information. It would be pointless exercise for plaintiff to obtain a monetary judgment against Baker for damage caused by his defamatory postings if he is unable to obtain and enforce an injunction that prohibits Baker from continuing to engage in this misconduct in the future.
- 4. Contrary to Baker's contentions, Baker has been ordered repeatedly to turnover electronic data to plaintiff, to give plaintiff's expert and this Court's

neutral expert access to data, to restore data that he has deleted, to preserve electronic data, to instruct others in possession of his electronic data to turnover that data to the plaintiff, to the plaintiff's expert and to the Court's neutral expert and to explain his inability to do so if he is unable to comply with any of the Court's directives regarding the restoration or turnover of data. These orders include, without limitation:

- a. this Court's October 5, 2017 order [docket no. 291];
- b. this Court's December 14, 2017 order [docket no. 312];
- c. this Court's April 13, 2018 order [docket no. 339];
- d. this Court's June 26, 2018 order [docket no. 362];
- e. this Court's August 16, 2018 order [docket no. 369]; and
- f. this Court's September 29, 2018 order [docket no. 393].
- 5. Based on Baker's failure to comply with the Court's orders concerning the preservation and turnover of data and devices, it has become clear to this Court that drastic measures are required to cause Baker to comply with orders of this Court and that it may be necessary to obtain copies of Baker's data from third parties, as Baker has been unwilling to provide this data himself. It is for this reason that the Contempt Order conditions Baker's release from incarceration on, among other things, Baker's supplying information concerning the existence and location of backup copies of his data. See Civil Contempt Order, p. 8, lines 6 through 10.
- 6. In an effort to avoid infringing upon Baker's Fifth Amendment rights, this Court has narrowly tailored the questions that Baker is required to answer in order to obtain release from incarceration to avoid requiring him to disclose information that might incriminate him. Baker has yet to demonstrate how answering such questions as (i) whether he or anyone else has any backup copies of his electronic data, (ii) when and how he disposed of any electronic devices that he no longer uses, (iii) how much

he has paid his attorneys in this action; (iv) the source of any monies used to pay his attorneys; (v) the source of any money used to pay prior sanctions awarded in his action; (vi) how much compensation he has made from any source since January 1, 2016, and (vii) the names of any persons who paid him any compensation since January 1, 2016, would give rise to a substantial risk of self-incrimination.

- 7. Thus, it does not appear to this Court that Baker has any likelihood of succeeding on the merits of his appeal of the Contempt Order or its April 23, 2019 order directing that information given to the Court's neutral expert be turned over to plaintiff's expert [docket no. 464]. This Court has been exceedingly patient with Baker's failure to comply with its orders, has given Baker numerous opportunities to comply with its orders and has utilized lesser sanctions where possible in an effort to obtain compliance all without success. The Court is left with no alternative but to hold Baker in civil contempt and direct that he be incarcerated until he provides at least a portion of the information previously requested by this Court's prior orders.
- 8. Pursuant to Fed. R. Bankr. Proc. 8004, although a motion for leave to appeal must be filed in the first instance with the Bankruptcy Court, Rule 8004(c) requires the Bankruptcy Court to transmit that motion to the district court or to the Bankruptcy Appellate Panel for resolution. It is not for this Court to rule on Baker's motion for leave to appeal any interlocutory orders.

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In light of the foregoing,

IT IS HEREBY ORDERED as follows:

- 1. Baker's motion for a stay pending appeal is **DENIED**.
- 2. To the extent that Baker intended to move this Court for leave to appeal any of its prior orders, the Motion is **DENIED** on the ground that this Court lacks the authority to grant the requested relief.

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Date: April 29, 2019

Sheri Bluebond

United States Bankruptcy Judge